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641—154.17(124E) Manufacturer operations.

154.17(1) *Operating documents.* The operating documents of a manufacturer shall include all of the following:

- a. Procedures for the oversight of the manufacturer, including descriptions of operational and management practices regarding:
- (1) The forms and quantities of medical cannabidiol products that are produced at the manufacturing facility;
 - (2) The methods of planting, harvesting, drying, and storing cannabis;
- (3) The estimated types and amounts of all crop inputs used in the production of medical cannabidiol;
- (4) The estimated types and amounts of medical cannabidiol waste and plant material waste to be generated;
 - (5) The disposal methods for all waste materials;
 - (6) Employee training methods for the specific phases of production;
 - (7) Biosecurity measures used in the production and manufacturing of medical cannabidiol;
- (8) Strategies for identifying and reconciling discrepancies in inventory of plant material or medical cannabidiol;
 - (9) Sampling strategy and quality testing for labeling purposes;
 - (10) Medical cannabidiol packaging and labeling procedures;
 - (11) Procedures for recall and market withdrawal of medical cannabidiol;
- (12) Plans for responding to a security breach at a manufacturing facility or while medical cannabidiol is in transit to a dispensary;
 - (13) A business continuity plan;
 - (14) Records relating to all transport activities; and
 - (15) Other information requested by the department.
 - b. Procedures to ensure accurate record keeping.
- c. Procedures for the implementation of appropriate security measures to deter and prevent the theft of medical cannabidiol and unauthorized entrance into areas containing medical cannabidiol.

154.17(2) *Prohibited activities.* A manufacturer shall not:

- a. Own or operate a medical cannabidiol manufacturing facility unless the manufacturer is licensed by the department pursuant to Iowa Code chapter 124E and these rules;
- b. Produce or manufacture medical cannabidiol in any location except in those areas approved by the department;
- c. Sell, deliver, transport, or distribute medical cannabidiol from any location except its manufacturing facility or a dispensary facility;
 - d. Produce or manufacture medical cannabidiol in Iowa for sales or distribution outside of Iowa;
 - e. Sell or distribute medical cannabidiol to any person or business other than a dispensary;
- f. Refuse to sell, deliver, transport, or distribute medical cannabidiol in any form or quantity produced by the manufacturer to a dispensary, unless deemed appropriate in the manufacturer's reasonable business judgment and approved by the department in writing;
 - g. Transport or deliver medical cannabidiol to any location except as allowed in subrule 154.22(1);
- h. Sell medical cannabidiol that is not packaged and labeled in accordance with rule 645—154.21(124E);
- *i.* Sell medical cannabidiol in any form or quantity other than a form or quantity approved by the department, subject to recommendation by the medical cannabidiol board and approval by the board of medicine:
 - j. Permit any person to consume medical cannabidiol on the property of the manufacturer;
- *k*. Employ a person who is under 18 years of age or who has been convicted of a disqualifying felony offense;
 - *l.* Manufacture edible medical cannabidiol products.

154.17(3) *Criminal background investigations.*

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a. A manufacturer shall not have been convicted of a disqualifying felony offense and shall be subject to a background investigation conducted by the department of public safety, including but not limited to a national criminal history record check.

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- *b*. An employee of a manufacturer shall not have been convicted of a disqualifying felony offense and shall be subject to a background investigation conducted by the department of public safety, including but not limited to a national criminal history background check.
- **154.17(4)** *Relationship to health care practitioners.* A manufacturer shall not share office space with, refer patients to, or have any financial relationship with a health care practitioner. [ARC 3606C, IAB 1/31/18, effective 3/7/18]